

NEWS

Illinois Department of Insurance

FOR IMMEDIATE RELEASE:

Wednesday, March 27, 2013

Illinois Department of Insurance Disciplinary Report for January 2013

CHICAGO - March 27, 2013. The Illinois Department of Insurance today announced the following disciplinary orders:

Benefit Planning Associates Inc. and Jeff Gilmore, Bloomington - A Stipulation and Consent Order issued regarding the producer license effective December 20, 2012. Mr. Gilmore is the designated producer for the business entity Benefit Planning Associates. The Order, which includes a \$2,000 civil penalty and corrective orders, alleges Mr. Gilmore indirectly rebated to a client money for over-reimbursement of health insurance claim deductibles.

Todd Fabley, Washington - Insurance producer license revoked effective January 14, 2013. Mr. Fabley had been licensed to sell life, health, and variable lines of insurance since June 7, 2011. The license was revoked as a result of an investigation which revealed Mr. Fabley allowed someone other than himself to complete company course work as required in order to sell insurance in the State of Illinois. The Order of Revocation also included a \$1,000 civil penalty.

David Fritch, East Moline - A Stipulation and Consent Order issued regarding the producer license effective December 20, 2012. Mr. Fritch has been licensed to sell life and health lines of insurance since 2009. The Order, which includes a \$1,000 civil penalty and corrective orders, alleges Mr. Fritch conducted an informal public sales event without first notifying the U-S Centers for Medicare & Medicaid Services (CMS) Account Management which is a violation of the Medicare marketing guidelines.

Matthew Hoxtell, Schaumburg - A Stipulation and Consent Order issued regarding the producer license effective January 4, 2013. Mr. Hoxtell has been licensed to sell life and health lines of insurance since 2010. The Order, which includes a \$1,000 civil penalty and corrective orders, alleges Mr. Hoxtell misrepresented the terms of an insurance policy to a consumer.

Reginald J. Huggard, Rockford - Insurance producer license revoked effective January 4, 2013. Mr. Huggard had been licensed to sell life and health insurance since March 15, 2012. The license was revoked as a result an investigation which revealed Mr. Huggard had been convicted of a felony (Filing a False Report of Motor Vehicle Theft) on June 15, 2012.

John Jordan, Wood Ridge - Insurance producer license application denial effective January 10, 2013. Mr. Jordan's application was denied pursuant to a Director's Order regarding Hearing No. 12-HR-0518. The Order also requires \$246.15 payment for hearing costs. The denial resulted from an investigation which revealed Mr. Jordan had been convicted of four separate felonies (Unlawful Delivery of Cannabis) in 2002 and 2004.

Nathan Norris, Hoopeston - Insurance producer license granted effective January 4, 2013. Mr. Norris was granted a producer license as a result of a Director's Order regarding Hearing No. 12-HR-1096. The Order, which superseded a previously issued Letter of Denial, also required \$186.90 in hearing costs.

Stephani A. Pyatt, Crown Point, Indiana - Insurance producer license revoked effective January 31, 2013. Ms. Pyatt had been licensed to sell life and health lines of insurance since 2006. The license was revoked pursuant to a Director's Order resulting from Hearing #12-HR-0545. The hearing was held regarding a previously issued Order of Revocation after an investigation revealed Ms. Pyatt submitted a health insurance application to an insurer for a deceased person and the application contained a non-genuine signature. The Order, which sustained the previous order to revoke her license, required Ms. Pyatt to pay a \$10,000 civil penalty and \$179 in hearing costs.

Paul Kenneth Zdon, Lisle - Insurance producer license revoked effective January 23, 2013. Mr. Zdon had been licensed to sell life, health, fire, and casualty lines of insurance since March 3, 1985. The license was revoked pursuant to a Director's Order resulting from Hearing #10-HR-1318. The hearing was held regarding a previously issued Order of Revocation after an investigation revealed Mr. Zdon had been convicted of a felony (Mail Fraud) in 2010 and failed to notify the department of his conviction.

More Information

The department's mission is to protect consumers by providing assistance and information, by efficiently regulating the insurance industry's market behavior and financial solvency, and by fostering a competitive insurance marketplace. The Illinois Department of Insurance assists consumers with all insurance complaints, including health, auto, life, and homeowner. Consumers in need of information or assistance should visit the Department's web site at insurance.illinois.gov or call our toll-free hotline at (866) 445-5364.

For individual disciplinary orders, please visit insurance.illinois.gov/orders.

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